



**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2013

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2013**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2013 RM'000	Preceding year corresponding quarter 31.03.2012 RM'000	Current year to date 31.03.2013 RM'000	Preceding year corresponding period 31.03.2012 RM'000
Revenue	54,601	65,326	54,601	65,326
Direct operating expenses	<u>(37,268)</u>	<u>(48,216)</u>	<u>(37,268)</u>	<u>(48,216)</u>
Gross profit	17,333	17,110	17,333	17,110
Net other operating expenses	<u>(10,971)</u>	<u>(11,233)</u>	<u>(10,971)</u>	<u>(11,233)</u>
Results from operating activities	6,362	5,877	6,362	5,877
Net finance costs	<u>(835)</u>	<u>(817)</u>	<u>(835)</u>	<u>(817)</u>
Profit before taxation	5,527	5,060	5,527	5,060
Taxation	<u>(1,694)</u>	<u>(1,428)</u>	<u>(1,694)</u>	<u>(1,428)</u>
Profit for the period	<u>3,833</u>	<u>3,632</u>	<u>3,833</u>	<u>3,632</u>
Other comprehensive income				
Foreign currency translation differences for foreign operations	<u>252</u>	<u>(67)</u>	<u>252</u>	<u>(67)</u>
Other comprehensive income for the period	<u>252</u>	<u>(67)</u>	<u>252</u>	<u>(67)</u>
Total comprehensive income for the period	<u>4,085</u>	<u>3,565</u>	<u>4,085</u>	<u>3,565</u>
Profit attributable to:				
Equity holders of the Company	4,445	4,299	4,445	4,299
Non-controlling interests	<u>(612)</u>	<u>(667)</u>	<u>(612)</u>	<u>(667)</u>
Profit for the period	<u>3,833</u>	<u>3,632</u>	<u>3,833</u>	<u>3,632</u>
Total comprehensive income attributable to:				
Equity holders of the Company	4,697	4,232	4,697	4,232
Non-controlling interests	<u>(612)</u>	<u>(667)</u>	<u>(612)</u>	<u>(667)</u>
Total comprehensive income for the period	<u>4,085</u>	<u>3,565</u>	<u>4,085</u>	<u>3,565</u>
Earnings per share attributable to equity holders of the Company:				
Basic (sen)	<u>4.01</u>	<u>5.32</u>	<u>4.01</u>	<u>5.32</u>
Diluted (sen)	<u>4.01</u>	<u>5.07</u>	<u>4.01</u>	<u>5.07</u>

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2012.**

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2013

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2013**

	As at end of current quarter 31.03.2013 RM'000	As at preceding financial year end 31.12.2012 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	255,731	244,001
Deferred tax asset	122	122
Other investments	355	381
Goodwill on consolidation	3,730	3,730
	<u>259,938</u>	<u>248,234</u>
<b>Current Assets</b>		
Receivables	111,002	102,233
Cash and bank balances	32,719	20,928
	<u>143,721</u>	<u>123,161</u>
<b>TOTAL ASSETS</b>	<u><u>403,659</u></u>	<u><u>371,395</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	122,064	95,820
Treasury shares	(8,773)	(7,280)
Reserves	134,943	130,245
	<u>248,234</u>	<u>218,785</u>
<b>Non-controlling Interests</b>	<u>1,560</u>	<u>2,172</u>
<b>Total Equity</b>	<u>249,794</u>	<u>220,957</u>
<b>Non-current Liabilities</b>		
Borrowings	56,442	54,777
Payables	6,861	9,148
Deferred taxation	9,803	9,803
	<u>73,106</u>	<u>73,728</u>
<b>Current Liabilities</b>		
Borrowings	17,262	26,736
Payables	63,497	49,974
	<u>80,759</u>	<u>76,710</u>
<b>Total Liabilities</b>	<u>153,865</u>	<u>150,438</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>403,659</u></u>	<u><u>371,395</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.13	2.39

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2012.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2013

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2013**

	Current year to date 31.03.2013 RM'000	Preceding year corresponding period 31.03.2012 RM'000
<b>CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES</b>		
Profit for the year	3,833	3,632
Adjustments:		
Non-Cash Items	6,115	5,527
Non-Operating Items	(856)	(233)
Operating profit before working capital changes	9,092	8,926
Movement in working capital:		
Net change in current assets	(9,307)	10,820
Net change in current liabilities	9,866	(19,842)
Cash generated from operations	9,651	(96)
Tax Paid	(149)	(3,026)
Net cash generated from/(used in) operating activities	9,502	(3,122)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Dividend received	-	30
Acquisition of investment	-	(4)
Interest received	60	146
Disposal of property, plant and equipment	895	75
Purchase of property, plant and equipment	(11,087)	(677)
Net cash used in investing activities	(10,132)	(430)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net proceeds from issuance of shares	26,244	1,609
Proceeds from borrowings	3,390	15,443
Repayment of borrowings	(14,826)	(8,282)
Purchase of own shares	(1,492)	(18)
Interest paid	(895)	(963)
Net cash generated from financing activities	12,421	7,789
Net increase in cash and cash equivalents	11,791	4,237
Cash and cash equivalents at beginning of the period	20,928	22,615
Cash and cash equivalents at end of the period	32,719	26,852
Cash and cash equivalents at the end of the financial period comprise the following :		
Cash on hand and at banks	8,459	8,917
Deposits with licensed banks	24,260	17,935
	32,719	26,852

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2012.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2013**

	← Attributable to Equity Holders of the Company →				Non-controlling Interests RM'000	Total Equity RM'000
	Issued Capital RM'000	Share Premium Reserve RM'000	Other Reserves RM'000	Distributable Retained Earnings RM'000		
<b>As at end of current quarter</b>						
As at 1 January 2013	95,820	801	(6,690)	128,854	218,785	220,957
Issuance of shares	26,244	-	-	-	26,244	26,244
Purchase of treasury shares	-	-	(1,492)	-	(1,492)	(1,492)
Exercise of warrants	-	1,312	(1,312)	-	-	-
Total comprehensive income for the period	-	-	252	4,445	4,697	4,085
As at 31 March 2013	122,064	2,113	(9,242)	133,299	248,234	249,794
<b>As at preceding year corresponding quarter</b>						
As at 1 January 2012	84,136	217	(4,608)	120,970	200,715	202,404
Issuance of shares	1,609	-	-	-	1,609	1,609
Purchase of treasury shares	-	-	(18)	-	(18)	(18)
Acquisition of non-controlling interests in a subsidiary company	-	-	-	-	-	(4)
Total comprehensive income for the period	-	-	(67)	4,299	4,232	3,565
As at 31 March 2012	85,745	217	(4,693)	125,269	206,538	207,556

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2012.

## **CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2013

### **Notes To The Financial Statements**

#### **1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2012.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2012.

#### **2. Significant Accounting Policies**

The Group has adopted the Malaysian Financial Reporting Standards, International Financing Reporting Standards and the provisions of the Companies Act, 1965 in Malaysia for accounting period beginning on 1 January 2013. As disclosed in the Group's annual financial statements for the financial year ended 31 December 2012, the following are new/revised accounting standards effective for annual periods beginning on or after 1 January 2013.

MFRS 7	Financial Instruments: Disclosures (Amendments relating to Disclosures - Offsetting Financial Assets and Liabilities)
MFRS 10	Consolidated Financial Statements
MFRS 10	Consolidated Financial Statements (Amendments relating to Transition Guidance)
MFRS 11	Joint Arrangements
MFRS 11	Joint Arrangements (Amendments relating to Transition Guidance)
MFRS 12	Disclosures of Interests in Other Entities
MFRS 12	Disclosures of Interest in Other Entities (Amendments relating to Transition Guidance)
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (IAS 19 as amended by IASB in June 2011)
MFRS 127	Separate Financial Statements (IAS 27 as amended by IASB in May 2011)
MFRS 128	Investments in Associates and Joint Ventures (IAS 28 as amended by IASB in May 2011)
IC Int. 20	Stripping costs in the Production Phase of a Surface Mine

#### **3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2012 was not qualified.

#### **4. Seasonal or Cyclical Factors**

The business operations of the Group are not significantly affected by any seasonal or cyclical factors.

#### **5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows in the financial quarter under review.

#### **6. Changes in Estimates**

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

#### **7. Changes in Debt and Equity Securities**

There was no issuance or repayment of debt or equity securities, share cancellations and resale of treasury shares for the financial quarter under review, except for the following:

- a) Issuance of 26,243,893 new ordinary shares of RM1.00 each at par for cash through the exercise of 26,243,893 3-year warrants 2010/2013 that entitled the warrant holders to subscribe for one new ordinary share of RM1.00 each at an exercise price of RM1.00 for each warrant held; and
- b) The Company bought back 896,000 ordinary shares of RM1.00 each from the open market at an average price of RM1.66 per share. The shares purchased are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

#### **8. Dividend Paid**

No dividend was paid in the financial quarter under review.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

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**9. Segmental Reporting**

Analysis of the Group's revenue and results for period ended 31 March 2013 is as follows:

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
<b><u>Revenue</u></b>				
External sales	47,748	6,853	-	54,601
Inter-segment sales	<u>805</u>	<u>-</u>	<u>(805)</u>	<u>-</u>
Total revenue	<u><u>48,553</u></u>	<u><u>6,853</u></u>	<u><u>(805)</u></u>	<u><u>54,601</u></u>
<b><u>Profit</u></b>				
Segment results	4,121	2,265	(24)	6,362
Net finance costs				<u>(835)</u>
Profit from ordinary activities before taxation				5,527
Taxation				<u>(1,694)</u>
Profit from ordinary activities after taxation				3,833
Non-controlling interests				<u>612</u>
Net profit for the period				<u><u>4,445</u></u>

Analysis of the Group's revenue and results for period ended 31 March 2012 is as follows:

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
<b><u>Revenue</u></b>				
External sales	56,950	8,376	-	65,326
Inter-segment sales	<u>1,538</u>	<u>-</u>	<u>(1,538)</u>	<u>-</u>
Total revenue	<u><u>58,488</u></u>	<u><u>8,376</u></u>	<u><u>(1,538)</u></u>	<u><u>65,326</u></u>
<b><u>Profit</u></b>				
Segment results	4,008	1,951	(82)	5,877
Net finance costs				<u>(817)</u>
Profit from ordinary activities before taxation				5,060
Taxation				<u>(1,428)</u>
Profit from ordinary activities after taxation				3,632
Non-controlling interests				<u>667</u>
Net profit for the period				<u><u>4,299</u></u>

**10. Valuation of Property, Plant and Equipment**

The Group's property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

**11. Material Events Subsequent to the End of the Interim Period**

There were no material events subsequent to the end of the interim period.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2013

**12. Changes in Composition of the Group**

There were no major changes in the composition of the Group during the current financial period under review.

**13. Capital Commitments**

As at the end of the reporting quarter, the Group has approved and contracted for capital commitments of RM58.0 million in respect of property, plant and equipment.

**14. Changes in Contingent Liabilities**

There were no changes in contingent liabilities since the last annual balance sheet as at 31 December 2012.

**15. Review of Performance**

For the financial quarter ended 31 March 2013, the Group's revenue and pre-tax profit were RM54.601 million and RM5.527 million respectively, compared to revenue and pre-tax profit of RM65.326 million and RM5.060 million respectively for the corresponding period in the previous financial year. The decrease in revenue by 16.4% was due to the reduced oil and gas logistics and contract management activities. However, the increase in pre-tax profit by 9.2% was mainly due to foreign exchange gains.

**16. Comparison with Immediate Preceding Quarter's Results**

For the financial quarter ended 31 March 2013, the Group reported revenue and pre-tax profit of RM54.601 million and RM5.527 million respectively, compared to revenue and pre-tax profit of RM64.104 million and RM7.964 million respectively for the preceding quarter. The decrease in revenue and pre-tax profit by 14.8 % and 30.6% respectively were mainly due to the reduced overall activities from the total logistics services segment, particularly due to reduced contract management business and temporary cease operation of the double hull product tanker.

**17. Prospects for the Current Financial Year**

The Group remains confident of its business model and expects to perform satisfactorily in the current financial year.

**18. Profit Forecast**

There was no profit forecast announced in relation to the financial quarter under review.

**19. Taxation**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2013 RM'000	Preceding year corresponding quarter 31.03.2012 RM'000	Current year to date 31.03.2013 RM'000	Preceding year corresponding period 31.03.2012 RM'000
Provision for taxation	<u>1,694</u>	<u>1,428</u>	<u>1,694</u>	<u>1,428</u>

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

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**20. Note to the Statement of Comprehensive Income**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2013 RM'000	Preceding year corresponding quarter 31.03.2012 RM'000	Current year to date 31.03.2013 RM'000	Preceding year corresponding period 31.03.2012 RM'000
Interest income	60	146	60	146
Interest expenses	(895)	(963)	(895)	(963)
Depreciation and amortisation	(3,226)	(3,083)	(3,226)	(3,083)
Provision for and write off of receivables	(207)	(190)	(207)	(190)
Foreign exchange gain/(loss)	540	161	540	161
Gain/(loss) on disposal of quoted or unquoted investments or properties	328	74	328	74
Reversal / (Impairment) of assets	(26)	111	(26)	111
Other income including investment income (excluding items disclosed above)	41	112	41	112

There were no exceptional items or derivatives during the period under review.

**21. Status of Corporate Proposal**

There was no corporate proposal announced but not completed as at the date of this report.

**22. Group's Borrowings and Debt Securities**

	As at 31.03.2013 RM'000	As at 31.12.2012 RM'000
Short Term - Unsecured		
- Revolving Credit	-	10,000
Short Term - Secured		
- Term Loans	9,291	9,291
- Foreign Term Loan	5,362	5,077
- Hire Purchase	2,609	2,368
	<u>17,262</u>	<u>26,736</u>
Long Term - Secured		
- Term Loans	34,932	33,864
- Foreign Term Loan	18,004	18,230
- Hire Purchase	3,506	2,683
	<u>56,442</u>	<u>54,777</u>
	<u>73,704</u>	<u>81,513</u>
Borrowings denominated in foreign currency:		
Term loan - Thai Baht 145,788,970	15,187	14,855
Term loan - USD 2,660,000	8,179	8,452

**23. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

**24. Material Litigation**

The Group is not presently engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group or any fact likely to give rise to any proceedings which may materially affect the financial position or business of the Group.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2013

**25. Realised and unrealised earnings or losses disclosure**

	As at 31.03.2013 RM'000	As at 31.12.2012 RM'000
Total retained earnings of the Company and its subsidiaries		
- Realised	138,344	131,956
- Unrealised	(11,780)	(9,250)
Add: Consolidation adjustments	<u>6,735</u>	<u>6,148</u>
Total group retained earnings as per consolidated accounts	<u><u>133,299</u></u>	<u><u>128,854</u></u>

**26. Dividend**

The Board does not recommend any dividend in respect of the reporting quarter and financial year-to-date.

**27. Earnings Per Share**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2013 RM'000	Preceding year corresponding quarter 31.03.2012 RM'000	Current year to date 31.03.2013 RM'000	Preceding year corresponding period 31.03.2012 RM'000
Net profit attributable to equity holders of the Company	<u>4,445</u>	<u>4,299</u>	<u>4,445</u>	<u>4,299</u>
Weighted average number of ordinary shares in issue	110,776	80,816	110,776	80,816
Effect on dilution of warrants	<u>-</u>	<u>3,960</u>	<u>-</u>	<u>3,960</u>
Weighted average number of ordinary shares (diluted)	<u><u>110,776</u></u>	<u><u>84,776</u></u>	<u><u>110,776</u></u>	<u><u>84,776</u></u>
Basic earnings per share (sen)	4.01	5.32	4.01	5.32
Diluted earnings per share (sen)	4.01	5.07	4.01	5.07

By Order of the Board of Directors

Company Secretary

Kuala Lumpur  
16 May 2013